House Bill 1339

By: Representatives Orrock of the 58th, Jenkins of the 8th, Watson of the 91st, Porter of the 143rd, Borders of the 175th, and others

A BILL TO BE ENTITLED

AN ACT

- 1 To amend Article 7 of Chapter 4 of Title 49 of the Official Code of Georgia Annotated,
- 2 relating to medical assistance generally, so as to require employers to annually report to the
- 3 commissioner of community health information regarding employees and health care
- 4 coverage; to provide for definitions; to provide for funds to be paid to the state by employers
- 5 that do not spend a certain percentage of wages on health care benefits for their employees;
- 6 to provide for penalties; to provide for powers, duties, and authority of the commissioner of
- 7 community health; to provide for related matters; to repeal conflicting laws; and for other
- 8 purposes.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

- 11 Article 7 of Chapter 4 of Title 49 of the Official Code of Georgia Annotated, relating to
- 12 medical assistance generally, is amended by striking the "Reserved" designation of Code
- 13 Section 49-4-156, and inserting in its place a new Code Section 49-4-156 to read as follows:
- 14 "49-4-156.
- 15 (a) As used in this Code section, the term:
- 16 (1) 'Employee' means any individual employed full time or part time by an employer.
- 17 (2) 'Employer' means any person or entity that employs 10,000 or more employees in this
- state, but shall not include the federal government, a state government, or any political
- subdivision thereof.
- 20 (3) 'Health insurance costs' means the amount paid by an employer to provide health care
- or health insurance to employees in this state to the extent the costs may be deductible by
- an employer under federal tax law. This term shall include payments for medical care,
- prescription drugs, vision care, medical savings accounts, and any other costs to provide
- health care for its employees.

- 1 (4) 'Wages' shall have the same meaning as in Code Section 34-8-49, as amended.
- 2 (b) On January 1, 2008, and annually thereafter, each employer shall submit on a form and
- 3 in a manner approved by the commissioner:
- 4 (1) As of January 1, 2007, and annually thereafter:
- 5 (A) The number of its full-time and part-time employees in this state;
- 6 (B) The number of its full-time and part-time employees in this state eligible to receive
- 7 health care coverage through the employer;
- 8 (C) The number of its full-time and part-time employees in this state receiving health
- 9 care coverage through the employer; and
- 10 (D) The source of health care coverage for those eligible full-time and part-time
- employees in this state not receiving health care coverage through the employer;
- 12 (2) The amount spent by the employer in calendar year 2007, and annually thereafter, on
- health insurance costs for its employees in this state; and
- 14 (3) The percentage of payroll that was spent by the employer in calendar year 2007, and
- annually thereafter, on health insurance costs for its employees in this state. When
- calculating the percentage of payroll, an employer may exempt:
- 17 (A) Wages paid to any employee in excess of the median household income in the state
- as published by the United States Department of Commerce, Bureau of the Census; and
- 19 (B) Wages paid to an employee who is enrolled in or eligible for medicare.
- 20 (c) The form required in subsection (b) of this Code section shall:
- 21 (1) Be signed by the principal executive officer of the employer or his or her designee;
- 22 and
- 23 (2) Include an affidavit under penalty of perjury that the information on the form:
- 24 (A) Was reviewed by the principal executive officer or his or her designee; and
- 25 (B) Is true to the best of the principal executive officer's or designee's knowledge,
- information, and belief.
- 27 (d)(1) An employer that is organized as a nonprofit organization that does not spend up
- to 6 percent of the total wages paid to employees in this state on health insurance costs
- shall pay to the commissioner an amount equal to the difference between what the
- 30 employer spends for health insurance costs and an amount equal to 6 percent of the total
- 31 wages paid to employees in this state.
- 32 (2) An employer that is not organized as a nonprofit organization and does not spend up
- to 8 percent of the total wages paid to employees in this state on health insurance costs
- shall pay to the commissioner an amount equal to the difference between what the
- employer spends for health insurance costs and an amount equal to 8 percent of the total
- wages paid to employees in this state.

1 (3) An employer may not deduct any payment made under paragraph (1) or (2) of this

- 2 subsection from the wages of an employee.
- 3 (4) An employer shall make the payment required under this subsection to the
- 4 commissioner on a periodic basis as determined by the commissioner.
- 5 (e)(1) Failure of an employer to report in accordance with subsections (b) and (c) of this
- 6 Code section shall result in the imposition by the commissioner of a civil penalty of
- 7 \$250.00 for each day that the report is not timely filed.
- 8 (2) Failure of an employer to make the payment required under subsection (d) of this
- 9 Code section shall result in the imposition by the commissioner of a civil penalty of
- 10 \$250,000.00.
- 11 (f) On or before March 15, 2008, and annually thereafter, the commissioner shall submit
- 12 a report to the Governor and the General Assembly containing:
- 13 (1) The name of each nonprofit and for profit employer with 10,000 or more employees
- in this state;
- 15 (2) Each employer's definition of full-time employee and part-time employee;
- 16 (3) The number of full-time employees of each employer;
- 17 (4) The number of full-time employees of each employer eligible to receive health care
- coverage through the employer;
- 19 (5) The number of full-time employees of each employer receiving health care coverage
- through the employer;
- 21 (6) The source of health care coverage for those eligible full-time employees not
- receiving health care coverage through the employer;
- 23 (7) The number of part-time employees of each employer;
- 24 (8) The number of part-time employees of each employer eligible to receive health care
- coverage through the employer;
- 26 (9) The number of part-time employees of each employer receiving health care coverage
- through the employer; and
- 28 (10) The source of health care coverage for those eligible part-time employees not
- receiving health care coverage through the employer.
- 30 (g) The commissioner shall:
- 31 (1) On an annual basis, based on the information reported under subsections (b) and (c)
- of this Code section:
- 33 (A) Verify which employers have 10,000 or more employees in this state; and
- 34 (B) Ensure that all employers with 10,000 or more employees in this state have made
- 35 the report required under subsections (b) and (c) of this Code section;
- 36 (2) Adopt rules and regulations to implement the provisions of this Code section; and

1 (3) Deposit the revenue from the payroll assessment into the general treasury."

2 SECTION 2.

3 All laws and parts of laws in conflict with this Act are repealed.